District I 1625 N. French Dr., Hobbs, NM 88240 811 S. First St., Artesia, NM 88210 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No.

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC) Apache Corporation Α. Applicant 1945 Bluestem Road, Artesia, NM 88210 whose address is 90 hereby requests an exception to Rule 19.15.18.12 for days or until , Yr _____, for the following described tank battery (or LACT): N B Tween State ____Name of Pool Yeso Name of Lease Section ______Township _ Location of Battery: Unit Letter Range Number of wells producing into battery 1000 В. Based upon oil production of barrels per day, the estimated * volume 1700 \$4000 MCF; Value of gas to be flared is per day. C. Name and location of nearest gas gathering facility: Frontier Empire Abo Unit Distance Estimated cost of connection D. This exception is requested for the following reasons: This is for an extension on the E. previous one that will expire August 30, 2013. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature Printed Name Fatima Vasquez - Regulatory Tech II & Title _ Fatima.Vasquez@apachecorp.com E-mail Address 08/09/2013

Telephone No.

(432) 818-1015

Gas-Oil ratio test may be required to verify estimated gas volume.

Submit 3 Copies To Appropriate District	State of New Me	xico	Form C-103		
Office <u>District I</u>	Energy, Minerals and Natural Resources		June 19, 2008 WELL API NO.		
1625 N. French Dr., Hobbs, NM 88240 District II	OUT CONTOCHE TO THE MICHONIA		WELL API NO.		
1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of L	ease	
District III 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.		STATE X FEE		
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe, NM 87505		6. State Oil & Gas Lease No.		
87505			X0-0647-0405		
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A			7. Lease Name or Un	it Agreement Name	
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)				N B Tween State Wells	
1. Type of Well: ⊠Oil Well □ G	1. Type of Well: ⊠Oil Well ☐ Gas Well ☐ Other:		8. Well Number		
Name of Operator Apache Corporation		9. OGRID Number 873	873		
3. Address of Operator			10. Pool name or Wildcat		
303 Veterans Airpark Lane, Suite 300) Midland, TX 79705		Artesia; Glorieta-Yeso	(96830)	
4. Well Location					
Unit Letter H :	feet from the				
Section 25	Township 17S Ra 11. Elevation (Show whether DR,	ange		ounty Eddy	
Section 25	11. Elevation (Snow whether DR,	, KKB, K1, GK, eld			
			<u> </u>	The state of the same and the state of the s	
12. Check Ap	propriate Box to Indicate N	ature of Notice	, Report or Other Da	ta	
NOTICE OF INT	ENTION TO:	l SUF	BSEQUENT REPO	RT OF:	
				TERING CASING 🔲	
 -	CHANGE PLANS	COMMENCE DRILLING OPNS. P AND A			
	MULTIPLE COMPL	CASING/CEMEI	NT JOB		
DOWNHOLE COMMINGLE					
OTHER: Flare Gas	X	OTHER:			
13. Describe proposed or comple	ted operations. (Clearly state all persons). SEE RULE 1103. For Multip				
Apache is requesting permission to measured prior to flaring. The API		State wells 1-30. I	ntermittent flaring will occ	ur and gas will be	
				RECEIVE	
30-015-35915 30-015-35974	30-015-36789 30-015-37592		30-015-38592 30-015-38467		
30-015-35916	30-015-37593		30-015-38593	AUG 1 4 2013	
30-015-35917	30-015-37597		30-015-39074	1.00	
30-015-36603	30-015-38405		30-015-39075	NMOCD ARTES	
30-015-36626 30-015-36627	30-015-38406 30-015-38407		30-015-39744 30-015-39745		
30-015-36796	30-015-39070		30-015-39746		
30-015-36797	30-015-38590		30-015-39747		
30-015-36798 _.	30-015-38591.		30-015-39748		
Spud Date:	Rig Release Da	ate:			
<u> </u>					
I hereby certify that the information ab	pove is true and complete to the bo	est of my knowled	ge and belief.		
SIGNATURE —	TITLE_Regul	atory Tech II	DATE	08/09/2013	
Type or print name Fatima Vasquez	E-mail address	S: Fatima.Vasquez@a	apachecorp.com PHON	E: (432) 818-1015	
For State Use Only	٨	_			
APPROVED BY: Conditions of Approval (if any):	TITLE S	FRSupe	WIST DATE	8/19/13	
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NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- 2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- 3. Flared volumes of gas are to be metered & reported.
- 4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- 5. Flares WILL NOT be left unattended.
- **6.** No flaring operations to be conducted during red-flag days. http://www.gacc.nifc.gov/swcc (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- **8.** Permit may be rescinded at any time by NMOCD.
- **9.** If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



March 19, 2013

FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures could also be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to www.nmforestry.com for updates or call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth within 30 feet of each structure. Single trees and shrubs may be retained if they are well spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for any vegetation near structures.
- Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: http://activefiremaps.fs.fed.us/current.php

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.